

**ANALYSIS OF THE LANDS AND MINERALS TRUST FUND FOR THE 2003-05 AND 2005-07 BIENNIUMS
(REFLECTING THE 2005-07 BIENNIUM EXECUTIVE BUDGET RECOMMENDATION)**

	2003-05 Biennium	2005-07 Biennium
Beginning balance	\$641,126	\$3,864,250
Add estimated revenues		
Production royalties	\$2,914,276	\$1,737,808
Mineral leases	183,875	100,000
Oil and gas bonuses	2,904,997	143,868
Investment earnings	121,952	278,744
Loan repayments from facilities providing services to the developmentally disabled (1983 SB 2020; 1985 SB 2249)	<u>1,814,643</u>	<u>1,361,660</u>
Total estimated revenues	<u>\$7,939,743</u>	<u>\$3,622,080</u>
Total available	\$8,580,869	\$7,486,330
Less estimated expenditures and transfers		
Payments to common schools trust fund - DD loan fund Nos. 2 and 3 (2003 SB 2012; 2005 SB 2013 - Continuing appropriation)	\$2,470,319 \1	\$1,789,322 \2
Industrial Commission - Oil and Gas Division	0	0
Transfer to the general fund (2003 SB 2015; 2005 HB 1015)	2,000,000	5,000,000
Administrative costs/other fees	<u>246,300</u>	<u>261,300</u>
Total estimated expenditures and transfers	<u>\$4,716,619</u>	<u>\$7,050,622</u>
Estimated ending balance	<u>\$3,864,250</u>	<u>\$435,708</u>

\1 The 2003-05 biennium appropriation in 2003 Senate Bill No. 2012 totals \$3,261,556.

\2 In previous bienniums this amount was appropriated in the Department of Human Services appropriations bill. The 2005-07 executive budget includes a recommendation to create a new section to North Dakota Century Code Chapter 15-08.1 providing a continuing appropriation from the lands and minerals trust fund for making these loan payments under DD loan fund Nos. 2 and 3 (Section 7 of Senate Bill No. 2013 (2005)).

NOTE: The lands and minerals trust fund originated in 1977 when the Legislative Assembly transferred to the Board of University and School Lands possessory interest in properties obtained by the Bank of North Dakota, including tracts of real property and reserved mineral interests. All income from the sale, lease, and management of the mineral interests relating to these properties is deposited in the lands and minerals trust fund, pursuant to North Dakota Century Code Section 15-08.1-08.

The principal and interest of the trust fund may be used only for purposes approved by the Legislative Assembly.